

Volume 16 • December 31, 2004

If Your  
Objective is:

Capital  
Preservation  
&  
Income

This Fund Provides:

- A higher level of current income than typical money market investments
- A greater stability in principal value than that of long-term bonds
- A diversified portfolio of investment-grade debt instruments

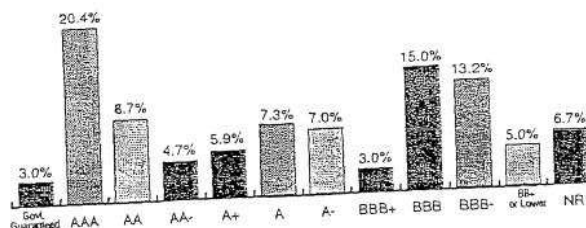
the *Select Advantage*

A Proven Value Philosophy

## 1 Concentrate on Value

Credit fundamentals and relative value drive the investment decisions. The Fund's focus is on "undervalued" and "out-of-favor" sectors and securities, which still have solid credit fundamentals. The portfolio maintains balanced exposure across the investment-grade spectrum.

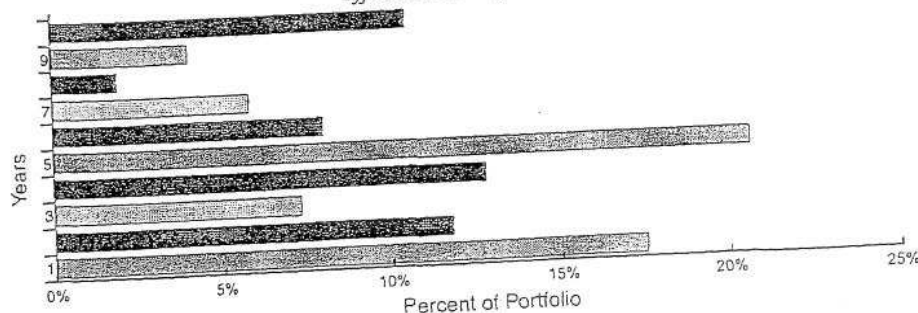
Credit Quality Distribution



## 2 Maintain a Fully Invested Portfolio

The Select Intermediate Bond Fund seeks to add value through sector allocation and security selection, not market timing. By remaining fully invested, the Fund benefits from any market rally, while simultaneously avoiding volatile swings in portfolio maturity.

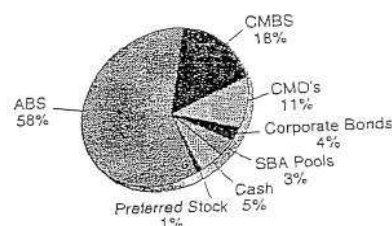
Effective Maturity Distribution



## 3 Minimize Risk

The single best way to reduce the risk of any portfolio is through adequate diversification. The Intermediate portfolio is diversified not only with regard to issuer, but also industry, security type and maturity. Furthermore, the Select Intermediate Bond Fund does not invest in speculative derivatives.

Asset Class Distribution\*



\*Numbers may not add up to 100% due to rounding.

# Benefits of *Fixed Income* *Mutual Funds*

A mutual fund provides...

Portfolio Statistics*	
Portfolio Credit Rating	A
Portfolio Current Yield	7.64%
Portfolio Yield to Maturity	7.23%
Portfolio Duration	3.32
Total # of Holdings	153

\*Statistics as of 12/31/04

Select Fund Facts & Performance*		
Performance	A Shares**	C Shares***
Quarter	1.11%	0.29%
One Year	4.86%	5.56%
Three Year Annualized	6.48%	6.79%
Annualized From Inception	7.82%	7.81%
SEC Yield	7.97%	7.77%
Date of Inception	03/23/1999	03/23/1999
Symbols	MKIBX	RIBCX
Cusips	75913Q746	75913Q738
Portfolio Manager	James C. Kelsø Jr., CFA	
Asst. Portfolio Manager	David Tannehill, CFA	

\*Statistics as of 12/31/04

\*\*Maximum sales load used in calculating performance is 2.00% sales load applied at time of initial investment.

\*\*\*For periods of less than one year, a 1% CDSC is applied in performance calculations.

## how You can *Invest*

Regions Morgan Keegan Select Funds are distributed through Morgan Keegan financial advisors only. To invest, call your Morgan Keegan financial advisor, or please call or write to the Select Fund directly.

Phone: 1-800-564-2188

Address: Regions Morgan Keegan  
Select Fund, Inc.  
1100 Ridgeway Loop, Suite 510  
Memphis, TN 38120-4054

*This document should be preceded or accompanied with a current prospectus. A prospectus contains more complete information about the Fund including sales charges, expenses and other risk factors. Please read it carefully before sending money or investing. Portfolio statistics as of 12/31/04. The dividend payments and principal value of an investment in the Regions Morgan Keegan Select Fund may fluctuate so that an investor's shares when redeemed, may be worth more or less than their original value. Past performance is not indicative of future results.*

MAM04-12/04

- **Instant and Broad Diversification** otherwise impossible for a single investor. It also allows an investor access to types of securities unavailable to individuals through a financial advisor.
- **Greater Liquidity** by providing an easy way to make additional investments and easy access to cash through the redemption of shares. This means investors can redeem any portion of their shares or invest any additional amount at any time.
- **Consistent, Periodic Income** through a monthly distribution of interest payments. A fixed income fund accrues interest daily and typically pays dividends on a monthly basis. This allows investors to more accurately plan investment cash flows and provides steady income to those who need it.

## Morgan Keegan

Morgan Keegan & Company, Inc.  
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[www.morgankeegan.com](http://www.morgankeegan.com)